



LAWRENCE HOUSE FUND MANAGERS

Date of Launch

20.12.2004

Fund Managers

Mike Sargeant
Alan Stokes

Fund Size

£1,061,274

Benchmark

APCIMS Balanced
Managed

NAV Price

A Class £0.9912

B Class £0.9978

Latest Yield

A Class 0.360%

B Class 0.360%

Dividend Dates

A Class 31.07, 31.01

B Class 31.07, 31.01

Minimum Investment

A Class £50,000

B Class £2,500

Initial Charge

A Class 1%

B Class 5%

Annual Management Charge

A Class 1%

B Class 1.5%

All data as at 31.03.2005

Compliance Statement

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Sedol No

A Class B054QF3

B Class B054QG4

ISIN No

A Class

GB00B054QF32

B Class

GB00B054QG49

Lawrence House Balanced Managed Fund

April 2005

Fund Objective

The Balanced Managed Fund aims to provide capital growth through investment in a diversified portfolio of collective investment schemes giving exposure to many of the world's stockmarkets. The Fund can hold significant amounts in fixed interest funds, should the manager feel the potential risk and reward of this asset class could add to the overall fund's performance. Income distribution is not a consideration in the structure and management of this fund. The fund's benchmark is the Financial Times/Association of Private Client Investment Managers and Stockbrokers Balanced Index (FT/APCIMS).

Investment Comment

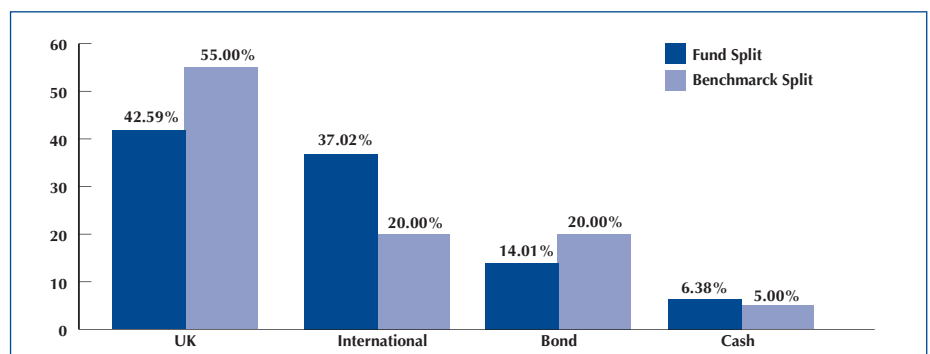
Over the last month the fund has more than doubled and is now comfortably over £1million. This influx has enabled us to broaden the portfolio and incorporate all the investment themes we wish to access. The last piece of the jigsaw has been the inclusion of the M&G Global Basics Fund, which is managed by Graham French. Unlike the other unit trusts and Oeics in the portfolio this fund has no restrictive mandate, as it seeks to invest in the 'building blocks' of the Global economy. This has enabled the manager to play the commodity/resources sector, amongst other themes, in a number of interesting ways.

Elsewhere, we have added to existing holdings whilst maintaining the overall structure of the portfolio as dictated by our investment mandate. This has ensured that we have taken advantage of volatile equity conditions over the last month to add to existing holdings, thereby pound cost averaging our investments.

We continue to favour the UK stock market and in particular large cap stocks but seek to add value through pure stock-picking funds such as the New Star UK Alpha and the Rensburg UK Select Growth Funds. These funds are managed by two of the most respected UK fund managers and over the coming year we expect that they will demonstrate their skill by exploiting these volatile equity conditions.

Cash remains under our own predetermined limit of 10%, as we believe being invested in the market constitutes a lower risk than being out. The UK stock market saw a sustained upwards push during January and February before the rise in oil prices and the spectre of increased interest rates prompted a sharp downturn, which we believe to be temporary. In light of this we believe it would be imprudent to hold too much cash.

Asset Allocation



Portfolio Composition

New Star UK Alpha	9.76	Schroder Tokyo	7.04
New Star European Growth	9.39	Baring Directional Bond	6.96
Rensburg UK Select Growth	9.33	Lincoln Far East	5.50
Lazard UK Income	8.02	M&G Global Basics	3.63
Artemis Income	7.98	Framlington Emerging Markets	3.53
S&W Nucleus American Trust	7.93	Cash	6.38
Schroder Income	7.50	TOTAL	100
Credit Suisse Target Return	7.05		